GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:2297
ANSWERED ON:10.03.2016
Incentives for Value Added Textile Products
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Will the Minister of TEXTILES be pleased to state:

(a) whether the Government proposes to give incentives for value added textile products manufactured under "Make in India" brand in the country;
(b) if so, the details thereof;
(c) whether the Government proposes to encourage multi-national companies to start textile units that produce value added textile products under Make in India policy;
(d) if so, the details thereof; and
(e) the number of clusters identified by the Government for starting the value added textile products in the country?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE)
IN THE MINISTRY OF TEXTILES
(SHRI SANTOSH KUMAR GANGWAR)

(a) to (e): In order to promote and incentivize manufacturing of value added segments in textile and apparel value chain, Ministry of Textiles is providing various incentives and implementing various schemes. These include the Amended Technology Upgradation Fund Scheme (ATUFS) in which Apparel, Garment and Technical Textiles segments get 15% subsidy on capital investment, subject to a ceiling of Rs. 30 crore over a period of five years while other sub sectors are eligible for a subsidy @10% subject to a ceiling of Rs 20 crores. Further, the export incentives include the expanded expanding scope of Merchandise Exports from India Scheme (MEIS) , the Market Access Initiative (MAI) Scheme, Market Development Assistance (MDA) Scheme , Duty free import of trimmings, embellishments and other specified items under Export Performance Certificate Entitlement Scheme, etc. Under the Scheme for Additional Grant for Apparel Manufacturing the Government of India provides additional grant up to 40% of the project cost subject to a ceiling of Rs 10 crore to Textile Parks set up Apparel units under the Scheme for Integrated Textile Parks . For promoting investment by multinational companies in Indian Textiles Sector, Government has allowed 100% FDI through automatic route. The above incentives and schemes are applicable to manufacturing of all value added textile products across all the clusters in the country.
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